

3900 Redwing St.  
West Valley City, UT. 84119



(801) 969-1863  
Cell. (801) 599-6773

April 4, 1997

Bureau of Land Management  
Warm Springs Resource Area  
PO Box 778  
Fillmore, Utah 84631

Re: Notice Case File UTU - 070693

Enclosed is an amended Notice of Operation for the Kents Prophecy operation in the SE/4 of the NE/4 of Sec. 11, T19S, R14W, SLBM. Due to the excessive moistness of the soil, we have been compelled to reconfigure our operation. Any dampness in the processed material negates the principle of a dry wash system.

An amended Joint Permit Application is being submitted to the US Army Corps of Engineers in association with a request for a Stream Alteration Permit from the State of Utah Division of Water Rights. An extension is also being sent to the State of Utah Division of Water Rights for our operation in Miller Canyon.

Realizing there has been a recent change in the rules and regulations of 43 CFR part 3800, would you please advise me on the financial guarantee requirements needed?

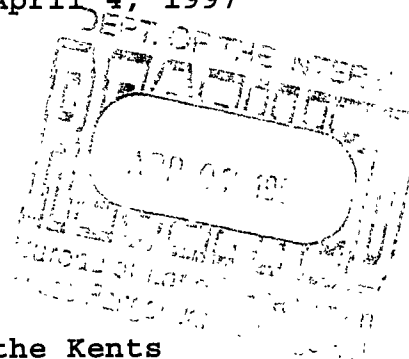
Compliance with proper mining environmental principles will be strictly adhered to with special attention to protect and hopefully enhance riparian habitat.

For your convenience, you may desire to convey certain correspondence by FAX. My number is (801) 963 0607.

Sincerely,

*Marion K. Nielson*  
Marion K. Nielson  
Nielson Mining

cc: Fred Lindbeck, President New Klondike



## AMENDED NOTICE UTH-070693

(For BLM use) Serial No. \_\_\_\_\_

Date Received \_\_\_\_\_

NOTICE

OR

## PLAN OF OPERATIONS

(For Operations Proposed Under the 43 CFR 3809 Regulations)

Instructions to Claimant/Operator: Circle "Notice" (above) if proposed mining activity within the project area will disturb a total of five (5) acres or less during the calendar year. Circle "Plan of Operations" if disturbance will exceed five (5) acres during the calendar year or if operations are within one of the specially designated areas described in 43 CFR 3809.1-4(b). Complete the form in as much detail as possible. Additional sheets may be used if necessary. Use maps or sketches where appropriate (maps or sketches are required for submitted plans of operations and are recommended for submitted notices). A review of the 43 CFR 3809 regulations should be conducted prior to completion of this form and submission to the appropriate BLM office.

Operator Information:NameAddressTelephone

MARION K. NIELSON

3900 REDWING ST., WVC, UT 84119

(801) 969-1863

SCOTT A. NIELSON

3900 REDWING ST., WVC, UT 84119

(801) 969-1863

ROBERT A. NIELSON

7909 W. 3320 S. MARGA UT 84044

(801) 250-9269

Claimant Information (If different than operator):NameAddressTelephone

Claim Information (Claim names, circle claim types (Lode, Placer, Mill Site, Tunnel), UMC Serial Number. List only the claims where the disturbance is proposed):

KENTS PROPHECY, UMC 355711

Location of Proposed Activity (i.e. County, Township, Range, Section and Quarter section):

SE/4 OF THE NE/4 OF SECTION 11, T.19S, R.14W SLBM

Describe Pre-Existing Disturbances and Structures or Indicate on Maps or Sketches (Mine and Mill Facilities, Workings, Tailings, Dump Areas, etc...). It may be to your advantage to document existing disturbance with photographs):

THERE ARE NO DISTINGUISHING PRE-EXISTING DISTURBANCES OTHER THAN A NUMBER OF PICK & SHOVEL TEST HOLES AND OUR LAST YEAR ACTIVITIES.

Describe Access Routes (Existing and proposed, for proposed road construction specify length and width in feet):

A PRE-EXISTING ROAD RUNS ADJACENT ON THE EAST PERIMETER OF THE OPERATION.

Proposed Operations: Describe the entire proposed operation, including the type of material being removed and all surface disturbing activities (road construction, drilling, trenching, backhoe and bulldozer exploration, mining, waste disposal, etc.). List all mechanized earth moving equipment to be used during the operation and state if any explosives are to be utilized. Describe and furnish a map or sketch, when applicable, showing existing surface disturbances, structures, facilities, etc., and the location and size of areas where surface disturbance are proposed, including existing and/or proposed routes of access. Calculate the total acreage proposed for disturbance (1 AC. = 43,560 sq. ft.). *A BACKHOE/FRONT LOADER WILL BE USED TO PROVIDE MATERIALS FOR A TROMMEL, SLUICE/JIG WATER PROCESSING PLANT WITH AN APPROX. 6,000 CF RESERVOIR AND PUMP RESURCULATING SYSTEM. THE PROPOSED 35'X 25' RESERVOIR, TAILINGS POND AND EXCAVATION AREA SHOULD BE LESS THAN 2 ACRES. SPECIAL CARE WILL BE TAKEN TO FASHION THE RETAINING POND BY USING THE NATURAL CONTOURS OF THE AREA.*

Date Operations are Proposed to Commence as Outlined in this Submittal - (Month, Day, Year):

*MAY 15, 1997*

Proposed Completion Date - (Month, Day, Year):

*NOV 15, 1997 WITH ANNUAL OPERATIONS*

Proposed Reclamation: Describe the proposed reclamation procedures and other measures to be taken to prevent unnecessary or undue degradation of the lands, including measures to be taken if a period of non-operation is anticipated. When reclamation has been completed, the Authorized Officer of the BLM shall be notified so that an inspection of the area can be made.

*DURING PERIODS OF INACTIVITY THE FLUMS AND HOISING WILL BE REMOVED FROM THE SPRING AREAS. UPON COMPLETION, ALL MATERIALS WILL BE REMOVED AND THE AREA RECONTOURED USING EXCAVATED MATERIALS*

I hereby declare that I, or persons I have authorized to do so, will complete all necessary reclamation of areas disturbed during the course of my operations to the standards described in 43 CFR 3809.1-3(d) and that reasonable measure will be taken to prevent unnecessary or undue degradation of the federal lands during operations.

*Marian K. Neeler*  
Signature of Claimant or Operator

*APR 4, 1997*  
Date

Notice to Claimants/Operators:

1. A notice submitted in relation to the 43 CFR 3809 regulations does not require approval from the BLM. However, notification of such activities shall be made at least 15 days before commencing operations. Approval of a submitted plan of operations is required from the BLM prior to commencing operations. The BLM will promptly acknowledge receipt of a plan and will notify the claimant/operator of the status of the plan within 30 days of receipt.
2. Approval of a plan of operations does not constitute certification of ownership to any person named as claimant/operator herein, nor does approval constitute recognition of the validity of any mining claims named herein.
3. Information and data submitted and specifically identified by the operator as containing trade secrets or confidential or privileged commercial or financial information should be attached to a separate page and cited in the text of the notice or plan of operations. This information will be filed separately by the BLM and will not be available for public inspection.
4. Failure of an operator to file a notice under 3809.1 - 3 or a plan of operations under 3809.1 - 4 will be subject to the operator, at the discretion of the authorized officer, to being served a notice of non-compliance or enjoined from the continuation of such operations by a court order until such time as a plan or notice is filed with the authorized officer.